

# FISCAL NOTE

**Bill #:** HB0013

**Title:** Provide pay and benefits for state employees statewide, and blue-collar pay plan

**Primary**

**Sponsor:** Royal Johnson

**Status:** Reference Bill, as amended

Sponsor signature	Date	Dave Lewis, Budget Director	Date
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## Fiscal Summary, Section 10

	<b><u>FY2000 Difference</u></b>	<b><u>FY2001 Difference</u></b>
<b>Expenditures:</b>		
General Fund		247,051
<b>Revenue:</b>		0
<b>Net Impact on General Fund Balance:</b>		247,051

<b><u>Yes</u></b>	<b><u>No</u></b>		<b><u>Yes</u></b>	<b><u>No</u></b>	
	X	Significant Local Gov. Impact		X	Technical Concerns
	X	Included in the Executive Budget		X	Significant Long-Term Impacts

## Fiscal Analysis

### ASSUMPTIONS:

**The fiscal impact shown in this fiscal note relates only to sections 10 and 11 of HB 13. Appropriations for sections 1 through 9 have been made in section 12 of the bill.**

Regarding Section 10 of the bill:

1. Effective with the convening of the 57<sup>th</sup> Legislature in January 2001, legislators will be entitled to a salary commensurate to \$71.832, the daily rate of an entry grade 10 classified state employee.
2. Legislators are currently entitled to a salary commensurate to the rate of an entry grade 8 classified state employee, currently \$59.672.
3. Legislator salaries for the months of January 2001 through December 2002 will be budgeted in HB1, the Feed Bill, passed to fund the 2001 legislative session. The estimated increase (\$165,631) is the difference between the funding provided for the 1999 legislative session for grade 8 legislators and what would be provided in the 2001 legislative session for grade 10 legislators.

4. Interim study committees and permanent interim committees will hold one meeting each during May and June 2001 and these costs will be absorbed by the Legislative Branch (1104).

Regarding Section 11 of the bill:

5. The employer's contribution to the state group health plan is \$295 per month.  
 6. There are 46 legislators whose terms of office will end December 31, 2000, due to term limit restrictions.  
 7. There are 38 legislators, using the current legislator roster, whose terms of office will end December 31, 2002, due to term limit restrictions.  
 8. All eligible legislators will elect coverage by the state group health plan and be entitled to continuation of the employer's contribution to the group health plan for 3 years as outlined in Section 11.  
 9. The fiscal impacts for the three year health insurance benefit are \$81,420 in FY 2001; \$162,840 in FY 2002; \$230,100 in FY 2003; and \$215,940 in FY 2004.

**FISCAL IMPACT:**

<b>Legislative Branch (1104)</b>	<b>FY2000 Difference</b>	<b>FY2001 Difference</b>
<b><u>Expenditures:</u></b>		
Personal Services (salary differential)	0	165,631
Personal Services (health insurance benefit)	0	<u>81,420</u>
<b>TOTAL</b>		<b>247,051</b>
<b><u>Funding</u></b>		
General Fund (01)		247,051
<b><u>Net Impact to Fund Balance (Revenue minus Expenditure):</u></b>		
General Fund (01)		(\$247,051)

**LONG-RANGE IMPACTS:**

There are continuing long-range impacts to the general fund, with the highest impact in FY 2003 because of the large number of term-limited legislators. Using the assumptions listed above the general fund impact would be:

	<b>FY 2002</b>	<b>FY 2003</b>	<b>FY 2004</b>
Salary Impact	18,034	165,631	18,034
Health Insurance	<u>162,840</u>	<u>230,100</u>	<u>215,940</u>
	180,874	395,731	233,974